

Highlights of the New Medicare Plan:

- 12 million low income seniors will have 100% of their prescription drugs paid for under this plan for only a \$5 or less co-pay for each prescription.
- 95% of all catastrophic drug costs are covered under this plan.
- A senior who currently spends an average of \$170 per month on prescription drugs will see their out of pocket costs reduced by more than 40%.

How the Drug Plans Will Work:

- You will choose a prescription drug plan and pay a premium of about \$35 a month.
- You will pay the first \$250 (called a “deductible”).
- Medicare will then pay 75% of costs between \$250 and \$2,250 in drug spending. You will pay only 25% of these costs.
- You will pay 100% of the drug costs above \$2,250 until you reach \$3,600 in out-of-pocket spending.
- Medicare will pay about 95% of the costs after you have spent \$3,600.